

UNITED STATES DISTRICT COURT
FOR THE EASTERN DISTRICT OF CALIFORNIA

BMO HARRIS BANK N.A.,
Plaintiff,
v.
SUNSHINE TRUCKING LLC, et. al.,
Defendants.

Case No. 1:24-cv-01062-HBK
ORDER TO ASSIGN TO DISTRICT JUDGE
FINDINGS AND RECOMMENDATIONS TO
GRANT PLAINTIFF'S MOTION FOR
DEFAULT JUDGMENT¹
(Doc. No. 12)
14 DAY OBJECTION PERIOD

Pending before the Court is Plaintiff's Motion for Default Judgment filed pursuant to Federal Rule of Civil Procedure 55(b)(2) on November 14, 2024. (Doc. No. 12, "Motion"). Plaintiff submits declarations with exhibits in support of its Motion. (Doc. Nos. 13, 14). Defendants have not answered or responded to the Complaint, nor have Defendants filed any opposition or taken any action in this case. Having considered the moving papers, declarations, attached exhibits, and applicable law, the undersigned recommends that the district court grant Plaintiff's Motion for Default Judgment.

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¹ This Motion was referred to the undersigned pursuant to 28 U.S.C. § 636(b)(1)(B) and Local Rule 302(c)(19) (E.D. Cal. 2019). The Court previously found the Motion suitable for decision without argument. (Doc. No. 15).

1 I. BACKGROUND

2 On September 6, 2024, Plaintiff BMO Bank, f/k/a BMO Harris Bank N.A. (“BMO”) filed
3 a complaint against Defendants Sunshine Trucking, LLC (“Sunshine Trucking”), a California
4 limited liability company, and Kamal Mann, an individual resident and citizen of California.
5 (“Mann”). (Doc. No. 1, “Complaint”). Plaintiff is a national association with its main office
6 located in Chicago, Illinois, and was in the business of providing financing to persons or entities
7 engaged in commercial trucking operations. (*Id.*, ¶¶ 4,8). Defendant Sunshine Trucking is a
8 California limited liability company with its principal place of business located in Fresno,
9 California. (*Id.*, ¶ 5). Defendant Mann is the owner, sole director, CEO, Secretary and CFO of
10 Sunshine Trucking, and a citizen of California who resides in Fresno, California. (*Id.*, ¶¶ 6,7).
11 The Complaint alleges breach of contract claims against both Sunshine Trucking and Mann, and
12 seeks monetary damages, specific performance, and injunctive relief. (*Id.* at 5-9). The Complaint
13 alleges the following facts.

14 Plaintiff and Defendant Sunshine Trucking entered into a Loan and Security Agreement
15 whereby Plaintiff agreed to finance on behalf of Defendant Sunshine Trucking the purchase of a
16 vehicle for use in Sunshine Trucking’s business. (*Id.* at 2-4). A copy of the Agreement is
17 attached to and incorporated into the Complaint as Exhibit 1 (*Id.* at 11-16). As consideration,
18 Defendant Sunshine Trucking granted Plaintiff a first-priority security interest in the vehicle.
19 (*Id.*, ¶ 11). Plaintiff perfected its security interest in the vehicle by recording its lien on the
20 Certificate of Origin. (*Id.*, ¶12, Exhibit 3 at 20-21).

21 A. Loan Agreement and the Security Interests

22 The Loan and Security Agreement (“Agreement”) was executed on or about April 25,
23 2023. (*Id.*, ¶ 9). The Agreement provided for the purchase of a 2023 Freightliner Cascadia
24 Tractor, Vehicle ID No. 3AKJHHDR5PSUH9960 (the “Vehicle”), in the amount of \$227,234.40,
25 including interest, pursuant to specified terms and conditions. (*Id.*, ¶¶ 9, 11). A copy of the
26 Agreement is attached to the Complaint as Exhibit 1. (*Id.* at 11-16).

27 B. The Guarantees

28 In connection with the Agreement Defendant Mann executed a Continuing Guaranty on

1 April 25, 2023. (*Id.*, ¶ 10). By signing the Continuing Guaranty (the “Guaranty”), Defendant
2 Mann guaranteed the full and timely performance of all of Defendant Sunshine Trucking’s
3 present and future liabilities to Plaintiff. (*Id.*). A copy of the Guaranty is attached and
4 incorporated into the Complaint as Exhibit 2. (*Id.* at 18).

5 **C. Default and Calculation of Judgment**

6 Plaintiff alleges Defendants are in default of the Agreement and Guaranty (collectively
7 “Loan Documents”) for their failure to pay the amounts due, beginning with the payments due on
8 January 1, 2024, and all payments due thereafter. (*Id.*, ¶ 14). As a result of the default, Plaintiff
9 has accelerated the amounts due consistent with the terms of the Loan Documents. (*Id.*, ¶ 15).

10 In its current Motion, Plaintiff asserts the following amounts on the Loan Documents are
11 due, which includes principal plus interest, repossession charges, and other fees:

12 1. Principal: \$155,097.08;
13 2. Interest and Fees: \$18,585.23 (calculated through October 15, 2024), plus
14 \$77.55 per day thereafter;
15 3. Total: \$173,682.31

16 (Doc. No. 12 at 6).

17 In support, Plaintiff points to the Loan Documents, which provide that Defendants must
18 pay all expenses resulting from retaking, holding, preparing for sale, and selling the Vehicle upon
19 default. (Doc. No. 1, ¶ 21, Exhibit 1). Additionally, Defendants are obligated to pay the
20 attorney’s fees and costs incurred by Plaintiff in the enforcement of its rights under the
21 Agreement. (*Id.*, ¶ 22). Plaintiff noticed Defendants of their defaults and of Plaintiff’s election to
22 accelerate the loans evidenced by the Agreement by letter dated August 26, 2024. (*Id.*, ¶ 23,
23 Exhibit 4). Plaintiff demanded Defendants to pay the amounts due and surrender the subject
24 Vehicle. (*Id.*). Defendants did not pay the amounts due and owing under the Loan Documents,
25 and Plaintiff has been unable to recover possession of the Vehicle. (*Id.*, ¶¶ 24, 26). Upon
26 repossession, Plaintiff intends to resell the subject Vehicle in a commercially reasonably manner
27 and will provide credit of the net proceeds to Defendants. (Doc. No. 12 at 7).

28 Plaintiff served Defendants Sunshine Trucking and Mann with Plaintiff’s Complaint on

1 September 14, 2024. (Doc. Nos. 6, 8). After Defendants failed to appear or answer, Plaintiff
2 requested and obtained a clerk's entry of default under Federal Rule of Civil Procedure 55(a) on
3 October 17, 2024. (Doc. Nos. 9, 10). On November 14, 2024, Plaintiff moved for default
4 judgment on its breach of contract claim in the amount of \$173,682.31 plus interest and expenses
5 against Defendants. (Doc. No. 12 at 6).

6 **II. APPLICABLE LAW**

7 Federal Rule of Civil Procedure 55(b)(2) allows the court to enter judgment against a
8 party following the clerk of court's entry of default under 55(a). The court cannot enter default
9 judgment if the defendants were not properly served. *Mason v. Genisco Tech. Corp.*, 960 F.2d
10 849, 851 (9th Cir. 1992). If the court determines service was proper, the court must undertake an
11 analysis applying the "Eitel" factors enumerated in *Eitel v. McCool*, 782 F.2d 1470, 1471-72 (9th
12 Cir. 1986) before entering a default judgment. Specifically, the court considers the following
13 factors: (1) the potential prejudice to the plaintiff, (2) the underlying claim's merits and
14 sufficiency, (3) the amount of money at stake, (4) the possibility of a factual dispute, (5) whether
15 the default resulted from excusable neglect, and (6) the court's overriding preference to issue
16 decisions on the merits. (*Id.*).

17 After the clerk enters a default, the court shall accept "as true all factual allegations in the
18 complaint, except those as to the amount of damages." *Yoon Chul Yoo v. Arnold*, 615 F. App'x.
19 868, 870 (9th Cir. 2015); Fed. R. Civ. P. 8(b)(6). Allegations about "the amount of damages must
20 be proven." *Strojnik v. JW World Enterprises, Inc. Best W. Bakersfield N.*, 2021 WL 22137, at *1
21 (E.D. Cal. Jan. 4, 2021). The court also does not accept facts that are not well pled or statements
22 that constitute conclusions of law. *Wecosign, Inc. v. IFG Holdings, Inc.*, 845 F. Supp. 2d 1072,
23 1078 (C.D. Cal. 2012). Ultimately, the decision of whether to grant a default judgment lies
24 within the discretion of the court. *Aldabe v. Aldabe*, 616 F.2d 1089, 1092 (9th Cir. 1980).

25 **III. ANALYSIS**

26 **A. Jurisdiction**

27 The Complaint invoked this Court's jurisdiction under 28 U.S.C. § 1332(a). (Doc. No. 1,
28 ¶ 1). Federal courts are courts of limited jurisdiction. *Kokkonen v. Guardian Life Ins. Co. of Am.*,

1 511 U.S. 375, 377 (1994). A district court has diversity jurisdiction “where the matter in
 2 controversy exceeds the sum or value of \$75,000, . . . and is between citizens of different States . . .” 28 U.S.C. § 1332(a)(1). The amount in controversy “encompasses all relief a court may grant . . . if the plaintiff is victorious.” *Chavez v. JPMorgan Chase & Co.*, 888 F.3d 413, 414-15 (9th Cir. 2018). Additionally, it represents “the *maximum* recovery the plaintiff could reasonably recover.” *Arias v. Residence Inn by Marriott*, 936 F.3d 920, 927 (9th Cir. 2019). The amount in controversy is calculated based on the well-pleaded allegations in the complaint. *See Chavez*, 888 F.3d at 416. Here, the amount in controversy is satisfied as the Complaint seeks monetary damages of \$155,097.08 in principal alone. (Doc. No. 1, ¶ 16).

10 Regarding the diversity prong, national banking associations are “deemed citizens of the
 11 States in which they are respectively located.” 28 U.S.C. § 1348. For purposes of diversity, a
 12 bank is “located” in the state designated in its articles of association as its main office. *See*
 13 *Wachovia Bank v. Schmidt*, 546 U.S. 303, 318 (2006). Under § 134, a national banking
 14 association is a citizen only of the state in which its main office is located. *See Rouse v.*
 15 *Wachovia Mortg.*, FSB, 747 F.3d 707, 709 (9th Cir. 2014). Plaintiff states its main office in the
 16 articles of association is in Chicago, Illinois. (Doc. No. 1, ¶ 4). Therefore, for purposes of
 17 diversity jurisdiction, Plaintiff is located in Illinois and is a citizen of Illinois. *See Wachovia*
 18 *Bank*, 546 U.S. at 318.

19 Corporations are deemed to be citizens of the state by which it has been incorporated and
 20 of the State where it has its principal place of business. *Okamoto v. Bank W. Corp.*, 115 F. App'x
 21 410, 410 (9th Cir. 2004). Individuals are deemed to be citizens of the state in which they are
 22 domiciled. *See Kanter v. Warner-Lambert Co.*, 265 F.3d 853, 857 (9th Cir. 2001). According to
 23 the Complaint, Defendant Sunshine Trucking “is a limited liability company organized under the
 24 laws of the state of California with its principal place of business located at 6326 W. Donner
 25 Avenue, Fresno, California 93723,” and Defendant Mann “is a citizen of the state of California
 26 residing at 6326 W. Donner Avenue, Fresno, California 93723.” (Doc. No. 1, ¶ 5, 6).

27 The Court finds Plaintiff has established that the amount in controversy exceeds the
 28 \$75,000 threshold as well as complete diversity between the parties named in the lawsuit to

1 satisfy that this Court that has subject matter jurisdiction pursuant to 28 U.S.C. § 1332.

2 Additionally, the Court has personal and general jurisdiction over the Defendant Mann
3 given he is domiciled in Fresno, California. *Goodyear Dunlop Tires Operations, S.A. v. Brown*,
4 564 U.S. 915, 924 (2011) (“For an individual, the paradigm forum for the exercise of general
5 jurisdiction is the individual’s domestic domicile[.]”). The Court has personal and general
6 jurisdiction over Defendant Sunshine Trucking given that its principal place of business is Fresno,
7 California. *Id.* (exercise of general personal jurisdiction over a corporation is appropriate in its
8 principal place of business, which is “fairly regarded as at home.”).

9 **B. Defendants Were Properly Served with Process**

10 Federal Rule of Civil Procedure 4 sets forth the requirements for service within a judicial
11 district of the United States. Service is effectuated under Federal Rule of Civil Procedure 4(e) by
12 “following state law for serving a summons . . . in the state where the district court is located or
13 where service is made,” or by “delivering a copy of [the summons and complaint] to an agent
14 authorized by appointment or by law to receive service of process.” Fed. R. Civ. P. 4(e)(1)-(2).
15 Under California law, service of the summons and complaint is permitted by either personal
16 service or by leaving the papers with a “competent member of the household or a person
17 apparently in charge of his or her office [or] place of business,” among other methods. Cal. Code
18 Civ. P. § 415.10-20. All methods require that the service be handled by an individual who is not
19 a party to the action. (*Id.*).

20 Plaintiff submits sworn affidavits of service of process that indicate that Defendants were
21 personally served by a registered process server hand-delivering a copy of the summons and
22 complaint on September 14, 2024. (Doc. Nos. 6, 8). After attempting service at Defendant
23 Mann’s residence, he instructed the process server to meet him at 3539 W. Franklin Avenue,
24 Fresno, California 93706. (Doc. No. 7). Additionally, on September 18, 2024, copies of the
25 summons and complaint along with the initial pleadings were also mailed through the United
26 States Postal Service via First-Class, postage prepaid to Defendants Mann and Sunshine Trucking
27 at the same address. (Doc. No. 6 at 5).

28 Accordingly, the Court finds that Plaintiff have complied with Rule 4. After Defendants

1 failed to file a response to the Complaint, Plaintiff moved for and was granted a clerk's entry of
 2 default on October 17, 2024 against Defendants. (Doc. No. 10).

3 C. Application of the Six *Eitel* Factors

4 1. Prejudice to Plaintiff

5 The Court first considers whether Plaintiff will suffer prejudice if a default judgment is
 6 not entered. *See PepsiCo, Inc. v. Cal. Sec. Cans*, 238 F. Supp. 2d 1172, at 1177 (C.D. Cal. 2002).
 7 When a defendant neglects to respond to a complaint, a plaintiff lacks means to recover beyond a
 8 default judgment. *True Religion Apparel, Inc. v. Jet 2A*, 2009 WL 10671791, at *3 (C.D. Cal.
 9 Feb. 11, 2009). Here, the Court finds Plaintiff would be prejudiced if default judgment was not
 10 granted because, absent entry of a default judgment, Plaintiff will be without recourse against
 11 Defendants, given their unwillingness to participate in the action or pay the amounts due on the
 12 contract. (Doc. No. 12 at 8). The “[p]otential prejudice to the plaintiff militates in favor of
 13 granting default judgment.” *See Vogel v. Rite Aid Corp.*, 992 F. Supp. 2d 998, 1007 (C.D. Cal.
 14 2014). The first *Eitel* factor therefore weighs in favor of default judgment.

15 2. The Underlying Claim's Merits and Sufficiency

16 The court next weighs the merits and sufficiency of Plaintiff's Complaint. Default
 17 judgment will only be granted if Plaintiff's Complaint states a claim that supports the desired
 18 relief. *Wells Fargo Equip. Fin., Inc. v. Virk Sys., Inc.*, 2021 WL 347408, at *2 (E.D. Cal. Feb. 2,
 19 2021). Plaintiff asserts a breach of contract action as its claim for relief. (See generally Doc. No.
 20 1). Under California law, to prevail on a breach of contract claim, a plaintiff must show: (1) the
 21 existence of a contract; (2) performance by the plaintiff; (3) a breach by the defendant; and (4)
 22 damages. *See Careau & Co. v. Sec. Pac. Bus. Credit, Inc.*, 222 Cal. App. 3d 1371, 1399 (1990).

23 The Court finds Plaintiff has established each of these elements. Plaintiff entered into a
 24 Loan and Security Agreement with Defendant Sunshine Trucking, and Continuing Guaranty for
 25 the Agreement with Defendant Mann. (Doc. No. 1, ¶¶ 9-10). Plaintiff fully performed its
 26 obligations under the Loan Documents by financing Defendants' purchase of the subject
 27 Vehicles. (*Id.*, ¶ 28). Certificate of Origin for the subject Vehicle is appended to the Complaint
 28 and reflects Defendant Sunshine Trucking as the “Purchaser” and Plaintiff as the “Lienholder.”

1 (Id. at 21, Exhibit 3). Defendants breached the terms of the Loan Documents by defaulting on
2 their payments. (Id., ¶ 14). Plaintiff's prayer for relief also sets forth its claim for contractual
3 monetary damages, including attorney's fees, interest, and costs. (Id., ¶¶ 60, 61). Thus, the
4 second and third *Eitel* factors support entry of default judgment.

5 3. The Amount of Money at Stake

6 Plaintiff seeks a default judgment of \$178,340.37, which includes \$3,962.78 in attorney's
7 fees and \$695.28 in costs. (Doc. No. 12 at 6-7). Default judgment is "is disfavored where large
8 amounts of money are involved." *Christofferson v. All Pure Pool Serv. Of Cent. California, Inc.*,
9 2020 WL 3249323, at *19 (E.D. Cal. June 16, 2020), *report and recommendation adopted sub
nom; Christofferson, v. All Pure Pool Serv. Of Cent. California, Inc.*, WL 3819413 (E.D. Cal. July
10 8, 2020).

12 The bulk of Plaintiff's contractual damages consists of the principal amount due from the
13 purchase price of the subject Vehicle, \$155,097.08. (Doc. No. 12 at 6). As discussed more fully
14 below, Plaintiff submits evidence in support of its damages claim. The Court does not find this
15 amount to be excessive as it is based upon Defendants' obligations under the terms of the Loan
16 Documents. As such, the Court finds the fourth *Eitel* factor weighs in favor of granting default
17 judgment.

18 4. The Possibility of a Factual Dispute

19 The Clerk of Court's entry of default requires the Court to accept Plaintiff's well-pled
20 factual allegations as true. Despite being properly served, Defendants did not appear, answer, or
21 otherwise respond. Thus, the only facts before the court are those presented by Plaintiff in the
22 Complaint, which are well-pled and must be accepted as true. There is accordingly no factual
23 dispute. *United Specialty Insurance Co. v. Saleh*, 2016 WL 4434479, at *2 (E.D. Cal. Aug. 22,
24 2016). Thus, the fourth *Eitel* factor does not preclude entry of a default judgment.

25 5. Whether the Default Resulted from Excusable Neglect

26 Defendants were properly served yet have not appeared since service was effectuated.
27 When service is proper it suggests there was not excusable neglect. *USA Truck, Inc. v. Jugan
28 Express Inc.*, 2020 WL 2128387, at *2 (E.D. Cal. May 5, 2020), *report and recommendation*

1 *adopted*, 2020 WL 3451580 (E.D. Cal. June 24, 2020). The Court therefore finds this fifth *Etel*
2 factor weighs in favor of default judgment.

3 6. The Court's Overriding Preference to Issue Decisions on the Merits

4 *Etel* emphasizes the general rule is that “[c]ases should be decided upon their merits
5 whenever reasonably possible.” 782 F.2d at 1472. However, the policy favoring decisions on the
6 merit does not preclude entering default judgment when a defendant fails to appear because a
7 decision on the merits is not possible. *Arroyo*, 2019 WL 4877573, at *11 (E.D. Cal. Oct. 3,
8 2019). Therefore, the Court finds the sixth *Etel* factor does not preclude entry of default
9 judgment.

10 In summary, the Court finds each of the above *Etel* factors weigh in favor of default
11 judgment and recommends default judgment be entered in favor of Plaintiff. Having
12 recommended default, the Court now turns the appropriate measure of damages.

13 D. Relief Requested

14 1. Contractual Damages

15 The Loan Documents provide that in the event of default, all indebtedness becomes
16 immediately due and payable. (Doc. No. 13, Exhibit 1, ¶ 5.2). Further, Plaintiff is entitled to take
17 possession of and dispose of the equipment and to have the debtor pay all interest and expenses
18 incurred, including reasonable attorney's fees associated with the repossession and disposition.
19 (Doc. No. 12 at 5-6, ¶¶ 14, 17; Doc. No. 13, Exhibit 1, ¶¶ 5.2, 5.3). According to the date of
20 default under the Loan Documents, the total principal amount due and owing after acceleration is
21 \$155,097.08. (Doc. No. 12 at 6, ¶ 21). Calculated from the respective date of default, the total
22 amount of accrued and unpaid interest, late charges, and other fees due and owing under the Loan
23 Documents is an amount totaling not less than \$18,585.23. (*Id.*). Additionally, Plaintiff is
24 entitled to daily interest under the Agreement until the date when final judgment is entered. (*Id.*
25 at 5, ¶ 11). Finally, under the Loan Documents, upon default, Defendants are obligated to pay all
26 expense of retaking, holding, preparing for sale, and selling the Vehicles. (*Id.* at 7, ¶ 25).
27 Calculated as of October 15, 2024, the amount due and owing under the Loan Documents, not
28 including attorney's fees and costs for this Motion, is an amount not less than \$173,682.31. (*Id.*

1 at 6, ¶ 21). These requested amounts are supported by declaration. (Doc. No. 13). The Loan
2 Documents and declaration constitute sufficient proof that Plaintiff has sustained damages for the
3 breaches under the Agreement and Defendants have not appeared to oppose the request. The
4 undersigned accordingly recommends judgment in the amount \$173,682.31, plus post-judgment
5 interest, jointly and severally against Defendants.

6 2. Attorney's Fees and Costs

7 Plaintiff also seeks \$3,962.78 in attorney's fees and \$695.28 in costs under the Agreement
8 for bringing this Motion. (Doc. No. 12 at 6-7). "A federal court sitting in diversity applies the
9 law of the forum state regarding an award of attorney's fees." *Kona Enters., Inc. v. Estate of*
10 *Bishop*, 229 F.3d 877, 883 (9th Cir. 2000). California law recognizes contractual provisions
11 allowing the collection of reasonable attorney's fees. Cal. Civ. Proc. Code § 1021 ("Except as
12 attorney's fees are specifically provided for by statute, the measure and mode of compensation of
13 attorneys and counselors at law is left to the agreement, express or implied, of the parties; but
14 parties to actions or proceedings are entitled to their costs, as hereinafter provided."); *Gil v.*
15 *Mansano*, 121 Cal. App. 4th 739, 742-43 (2004). Under the Loan Documents, Defendants are
16 obligated to pay the attorney's fees and costs incurred by Plaintiff in the enforcement of its rights,
17 including expenses of filing and prosecuting this action. (Doc. No. 12 at 5, ¶ 14; Doc. No. 13,
18 Exhibit 1, ¶ 5.2). Thus, Plaintiff is therefore entitled to recovery of its attorney's fees and costs.

19 To determine a reasonable attorney's fee, or "lodestar," the starting point is the number of
20 hours reasonably expended multiplied by a reasonable hourly rate. *See Hensley v. Eckerhart*, 461
21 U.S. 424, 433 (1983). The undersigned, in considering what constitutes a reasonable hourly rate,
22 looks to the prevailing market rate in the relevant community. *Blum v. Stenson*, 465 U.S. 886,
23 895 (1984). The "relevant community" for the purposes of the lodestar calculation is generally
24 the forum in which the district court sits. *Gonzalez v. City of Maywood*, 729 F.3d 1196, 1205 (9th
25 Cir. 2013).

26 The relevant community here is the Fresno Division of the Eastern District of California.
27 In the Fresno Division of the Eastern District of California, across a variety of types of litigation
28 generally, attorneys with experience of twenty or more years of experience are awarded \$325.00

1 to \$400.00 per hour, attorneys with ten to twenty years of experience are awarded \$250.00 to
 2 \$350.00 per hour, attorneys with five to ten years of experience are awarded \$225.00 to \$300.00
 3 per hour, and less than \$200.00 per hour for attorneys with less than five years of experience.”
 4 *Beard v. Cty. of Stanislaus*, No. 1:21-cv-00841-ADA-SAB, 2023 WL 199200, at *13 (E.D. Cal.
 5 Jan. 17, 2023) (collecting cases).

6 Plaintiff attaches the declaration of Attorney Ken I. Ito in support of their request for
 7 attorney fees and costs. (Doc. No. 14). Attorney Ito is an associate at the law offices of Hemar,
 8 Rousso & Heald, LLP (“HRH”), who is counsel of record for Plaintiff. (*Id.*, ¶1). Attorney Ito has
 9 more than 13 years of professional experience, specializes in creditor rights and business and
 10 commercial litigation, and has been admitted to practice in California since 2011. (*Id.*, ¶ 9).
 11 Based on Attorney Ito’s experience, the Court finds a rate of \$325.00 per hour to be reasonable
 12 for his services.

13 According to the declaration of Attorney Ito and the corresponding invoices for legal
 14 services, Attorney Ito expended a total of 8.30 hours of work and billed the Plaintiff \$2,697.50 for
 15 attorney fees in relation to this matter through October 17, 2024.² (Doc. No. 14 at 5-8). The
 16 Court finds the amount of time billed to be reasonable and not excessive. Further, the Court finds
 17 the tasks billed by Attorney Ito as identified on the invoices to be tasks properly performed by an
 18 attorney.

19 In addition to the hours billed, Attorney Ito declares that “to complete this Motion for
 20 Default Judgement, assuming there will be no requirement to appear at the Motion for Default
 21 Judgement, it is anticipated and expected that it will take at least 3 hours at a rate of \$325.00, for
 22 a total of \$975.00.” (*Id.*, ¶ 7). However, there is no evidence to support this estimate; thus, as
 23 previously explained by the Court, “[t]he Court declines to speculate as to time related to this
 24 motion simply because Plaintiff elected not to submit billing records through the motion’s filing

25 ² According to Attorney Ito’s declaration, the attached invoices reflect that HRH has incurred \$2,987.78 in
 26 attorney’s fees and an additional \$695.28 in costs. (Doc. No. 14 at 2-3, ¶ 5). However, the Court’s review
 27 of the invoices indicates that the calculated attorney’s fees of \$2,987.78 includes duplicate billing for
 28 service of process in the amount of \$103.00 and \$187.28, respectively, which are also requested separately
 by Plaintiff as costs of suit. (*Id.* at 5-8). Thus, the total amount of incurred attorney’s fees, apart from the
 separately awarded costs for service of process, is \$2,697.50.

1 date []. Instead, the fee award is limited to the established and documented time.” *BMO Harris*
 2 *Bank, N.A. v. Chahal Roadlines, Inc, et. al.*, 2024 WL 5195924, at *2 (E.D. Cal. Dec. 23, 2024);
 3 *see also Sayta v. Martin*, 2018 WL 4373034, at *5 (“The court will not award attorney’s fees
 4 based on forward-looking estimates that may or may not have turned out to be accurate.”).³

5 Based on the foregoing, the undersigned finds the amount of \$2,697.50 for 8.3 hours of
 6 work by Attorney Ito at a rate of \$325.00 per hour to be reasonable. In addition to attorney’s fees,
 7 Plaintiff seeks the recovery of court costs in the amount of \$695.28, which consists of the costs
 8 for the Court filing fee and service of process. (Doc. No. 14, ¶ 10). The undersigned finds these
 9 costs reasonable.

10 Accordingly, it is ORDERED:

11 1. The Clerk of Court randomly assign this case to a district judge for consideration of
 12 these Findings and Recommendations.

13 2. Plaintiff shall mail a copy of these Findings and Recommendations to Defendants at
 14 each of their last known addresses and file proof of service within fourteen (14)
 15 business days of the date of these Findings and Recommendations.

16 It is further RECOMMENDED:

17 1. Plaintiff’s motion for default judgment (Doc. No. 12) be GRANTED as set forth
 18 herein:

19 a. Judgment be entered in favor of Plaintiff BMO Bank, N.A. against Defendants
 20 Sunshine Trucking, LLC, and Kamal Mann.

21 b. Plaintiff be awarded \$173,682.31 in monetary damages.

22 c. Plaintiff be awarded interest at the contracted rate of the Agreement: \$77.55
 23 per day for each day after October 15, 2024 until the entry of final judgment:

24 d. Plaintiff be awarded \$2,697.50 in attorney’s fees and \$695.28 in costs.

25 2. Plaintiff be awarded possession of the following unrecovered Vehicle, and Defendants
 26 be directed to return and/or permit Plaintiff to take possession of the subject Vehicle: a

27
 28 ³ To the extent Plaintiff seeks attorney fees in connection with the instant motion, Plaintiff must attach
 billing records to reflect the amount time incurred in connection with the instant motion.

1 2023 Freightliner Cascadia Tractor, Vehicle ID No. 3AKJHHDR5PSUH9960.

2 3. Upon sale of the above identified Vehicle in a commercially reasonable manner, the
3 money judgment entered herein be credited with the net sales proceeds.
4 4. The Clerk be directed to CLOSE this case.

5 **NOTICE TO PARTIES**

6 These Findings and Recommendations will be submitted to the United States District
7 Judge assigned to this case, pursuant to the provisions of 28 U.S.C. § 636(b)(1). Within 14 days
8 after being served with a copy of these Findings and Recommendations, a party may file written
9 objections with the Court. *Id.*; Local Rule 304(b). The document should be captioned,
10 “Objections to Magistrate Judge’s Findings and Recommendations” and shall not exceed **fifteen**
11 **(15) pages**. The Court will not consider exhibits attached to the Objections. To the extent a party
12 wishes to refer to any exhibit(s), the party should reference the exhibit in the record by its
13 CM/ECF document and page number, when possible, or otherwise reference the exhibit with
14 specificity. Any pages filed in excess of the fifteen (15) page limitation may be disregarded by
15 the District Judge when reviewing these Findings and Recommendations under 28 U.S.C. §
16 636(b)(1)(C). A party’s failure to file any objections within the specified time may result in the
17 waiver of certain rights on appeal. *Wilkerson v. Wheeler*, 772 F.3d 834, 839 (9th Cir. 2014).

18
19 Dated: January 27, 2025


20 HELENA M. BARCH-KUCHTA
21 UNITED STATES MAGISTRATE JUDGE
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